

17 December 2014

Manager of Company Announcements
 ASX Limited
 Level 6, 20 Bridge Street
 SYDNEY NSW 2000

By E-Lodgement

Full US\$10.8 Million Deposit Received for Galoc Sale

Otto Energy Limited (**Otto**) (**ASX: OEL**) announced on 12 December 2014 it had executed a sale and purchase agreement (**Nido SPA**) to divest 100% of the shares in Galoc Production Company WLL (**GPC**) to Nido Petroleum Limited (**Nido: ASX:NDO**) for US\$108 million (~A\$130 million).

GPC is the holder of Otto's 33% interest in the Galoc oil field.

Nido paid a US\$1 million deposit on execution of the Nido SPA, with a further US\$9.8 million to be paid within 10 business days.

Otto is pleased to advise Nido has today paid the US\$9.8 million balance of the deposit.

Otto has refunded to Risco Energy Investments (Philippines) Pte Ltd (**Risco**) the US\$10.14 million deposit paid by Risco under the (now terminated) Risco sale and purchase agreement in relation to GPC.

Yours faithfully

Matthew Allen
 Chief Executive Officer

OTTO AT A GLANCE

- ASX-listed oil and gas company with a strategy to grow its oil and gas business across exploration, development and production
- Focused on South East Asia and East Africa
- Operator of the producing Galoc oil field in the Philippines, which provides cashflow

COMPANY OFFICERS

Rick Crabb	Chairman
Ian Macliver	Director
Rufino Bomasang	Director
John Jetter	Director
Ian Boserio	Director
Matthew Allen	CEO
Craig Hasson	CFO
Scott Blenkinsop	Chief Legal Counsel Company Secretary

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